Steve L. Beshear Governor

Leonard K. Peters Secretary Energy and Environment Cabinet



Commonwealth of Kentucky

Public Service Commission

211 Sower Blvd. P.O. Box 615 Frankfort Kentucky 40602-0615 Telephone: (502) 564-3940 Fax: (502) 564-3460 psc.ky.gov

August 05, 2015

David L. Armstrong Chairman

> James Gardner Vice Chairman

Daniel E. Logsdon Jr. Commissoner

PARTIES OF RECORD

RE: Case No. 2015-00267

The Commission staff has reviewed the application in the above case and finds that it meets the minimum filing requirements and has been accepted for filing.

Enclosed please find a stamped filed copy of the first page of your filing. This case has been docketed and will be processed as expeditiously as possible.

If you need further assistance, please contact my staff at 502-564-3940.

Sincerely,

Linda Faulkner

Filings Division Director



FILED

JUL 24 2015

COMMONWEALTH OF LEGING CERVICE COMMISSION

RECEIVED

N JUL 242

JUL 2 4 2015

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

PUBLIC SERVICE COMMISSION

THE APPLICATION OF EAST KENTUCKY POWER)	
COOPERATIVE, INC. FOR APPROVAL OF THE)	
ACQUISITION OF EXISTING COMBUSTION TURBINE)	
FACILITIES FROM BLUEGRASS GENERATION) Case No. 20	015-00267
COMPANY, LLC AT THE BLUEGRASS GENERATING)	
STATION IN LAGRANGE, OLDHAM COUNTY, KENTUCKY)	
AND FOR APPROVAL OF THE ASSUMPTION OF CERTAIN)	
EVIDENCES OF INDEBTEDNESS)	

APPLICATION

Comes now East Kentucky Power Cooperative, Inc. ("EKPC"), by counsel, pursuant to KRS 278.020, KRS 278.300, 807 KAR 5:001 Sections 12, 14, 15 and 18, and other applicable law, and for its Application for approval to acquire and operate the existing simple cycle combustion turbine facilities in LaGrange, Oldham County, Kentucky (the "Bluegrass Station"), from Bluegrass Generation Company, LLC ("Bluegrass"), and for approval to assume certain evidences of indebtedness related to such acquisition, respectfully states as follows:

I. INTRODUCTION

1. EKPC is an electric generation and transmission cooperative with a growing demand for electricity within its service territory. In addition, two consecutive winters with extremely cold temperatures, the ongoing nationwide shift in electric generation fuel sources away from coal and toward natural gas, and the unprecedented, rapid expansion of stringent federal environmental regulation affecting utilities all combine to make the ownership of electric generation peaking resources a strategic imperative for EKPC. The need for capacity was

*Larry Cook Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204

*East Kentucky Power Cooperative, Inc. 4775 Lexington Road P. O. Box 707 Winchester, KY 40392-0707

*Jennifer Black Hans Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204

*Stefanie J Kingsley Assistant Attorney General Office of the Attorney General Utility & Rate 1024 Capital Center Drive Suite 200 Frankfort, KENTUCKY 40601-8204

*Honorable Michael L Kurtz Attorney at Law Boehm, Kurtz & Lowry 36 East Seventh Street Suite 1510 Cincinnati, OHIO 45202

*David S Samford Goss Samford, PLLC 2365 Harrodsburg Road, Suite B325 Lexington, KENTUCKY 40504